



DUF₆ Conversion
Preproposal Conference
RFP No. DE-RP05-01OR22717

COST PROPOSAL

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Volume III - Cost Proposal

- Cost Estimate Shall Be Provided By Major Activities and Sub-Activities
- Major Activities Are:
 - Permitting and Design
 - Demolition and/or Renovation of Existing Facilities
 - Conversion Facility Construction
 - Conversion Operations
 - Cylinder Management



Volume III - Cost Proposal

- Estimates Are Required For Each Sub-Activity
- Example: For Permitting and Design Activity, Estimates Shall Be Provided For Each of the Following Sub-Activities:
 - Project Management
 - System Requirements
 - Permitting
 - Conceptual Design
 - Preliminary Design
 - Final Design
 - Contingency



Volume III - Cost Proposal

- Cost Shall Be Provided By Major Cost Elements
 - If Cost Element Information Is Not Available Under Offeror's Normal Estimating Methodology, the Offeror's Normal Estimating Methodology Is Acceptable
 - Estimating Methodology Shall Be Described
- Separate Estimates Are Required For Work Scope Related to and/or Performed At Each Site
- Cost Shall Be Provided By Fiscal Year
- Nature and Amount of Contingencies Shall Be Explained
- Proposed Cost Must Tie Into Section B-2, Estimated Cost



Cost Evaluation Criteria

- Cost Proposal Will Be Evaluated For Cost Reasonableness and Realism
- Cost Proposal Will Be Compared to the Applicable Portions of the Technical and Business Management Proposal for Consistency and Understanding of Statement of Work
- Cost Proposal Will Not Be Point Scored But Will Be Considered in Determination of Best Value to the Government



Relative Importance Of Cost

- The Technical and Business Management Proposal Is Significantly More Important Than the Cost and Fee Proposal. However, Cost and Fee Are A Substantial Element of the Evaluation
- Evaluated Cost and Fee May Become More Important If the Technical and Business Proposal Of One Or More Offerors Are Evaluated As Equivalent